Eistrict I PO Box 1980, Hobbs, NM 88241-1980 Eistrict II

811 South First, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe. NM 87505

State of New Mexico

Energy. Minerals & Natural Resources Department

Form C-101 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Image: State of the second
MIDLAND, TX 79701 3API Number 30 - 0.25 - 3.5 2 3 3 *Property Code 2 6 9 5 6 *Property Name 2 6 9 5 6 Merchant, 8700 JV-P JL or lot no. Section 24 21S 34E 660 North 660 West Lea *Proposed Bottom Hole Location If Different From Surface JL or lot no. Section *Proposed Pool 1
SProperty Code SProperty Name SProperty Name JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County JL or lot no. 24 21S 34E 660 North 660 West Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County #Proposed Pool 1 #Proposed Pool 1 Uter Proposed Pool 2 Uter Proposed Pool 2
Property Code sProperty Name sWell No. 26956 Merchant, 8700 JV-P 1 JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County D 24 21S 34E 660 North 660 West Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County Proposed Pool 1 wProposed Pool 2 WProposed Pool 2 Image: Pool 2 Image: Pool 2
26956 Merchant, 8700 JV-P 1 JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County D 24 21S 34E 660 North 660 West Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idr Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idr Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idr Feet from the North/South line Feet from the East/West Line County
Surface Location JL or lot no. Section Township Range Lot Idn Feet from the 660 North/South line Feet from the 660 East/West Line County D 24 21S 34E 660 North 660 West Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County •Proposed Pool 1
JL or lot no. Section Township Range Lot Idn Feet from the 660 North/South line Feet from the 660 East/West Line County D 24 21S 34E 660 North 660 West Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West Line County Proposed Pool 1 Proposed Pool 1 Image Lot Idn Feet from the North/South line Feet from the East/West Line County
D 24 21S 34E 1 eet nom the 660 North/South line Feet from the 660 East/West Line County Lea Proposed Bottom Hole Location If Different From Surface JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County
JL or lot no. Section Township Range Lot ldr. Feet from the North/South line Feet from the East/West Line County
JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County Proposed Pool 1 00Proposed Pool 2
JL or lot no. Section Township Range Lot Idr. Feet from the North/South line Feet from the East/West Line County Proposed Pool 1
Proposed Pool 1 Proposed Pool 2
V/lison, Morrow (Gas) Pool Code 87460
13Cable/Rotary 14Lease Type Code 13Ground Level Elevation
N G R S 3662
16Multiple 17Proposed Depth 16Formation 19Contractor 20Spud Date
No 12800 Morrow McVay 12-15-00
Hole Size Casing Size Casing weight/feet Casing and Cement Program
17 1/2" 43 0 /0" Estimated TOC
12.1/4" 0.5 (0) 1000 Surface
8-3/4" 7" 20# 5300 1500 Surface
6-1/8" 5" (liper) 18# 14000 400001
6-1/8" 5" (liner) 18# 11000-12800' 200 11000'
Describe the proposed program. If this application is to DEEPEN or PLUC BACK give the data as the
Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone escribe the blowout prevention program, if any. Use additional sheets if necessary.

BOP's on 9-5/8" casing and below 5,000 psi WP SRRA

с С Cale Unless Drilling Underway

³³ I hareby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: PAM INSKEEP Title: REGULATORY ADMINISTRATOR		OIL CONSERVATION DIVISION	
		Approved By:	
		Title:	
		Approval Date: Expiration Date:	
Date: 11-27-00	Phone: 915/682-3753	Conditions of Approval: Attached:	